



ISPAT INDUSTRIES LIMITED

Regd. Office : Park Plaza, 71, Park Street, Kolkata - 700 016

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2007

(Rs. Crores)

Sl No.	Particulars	Nine Months ended 31st Dec		Quarter ended 31st Mar		Year Ended 31st March		Consolidated Financial Results for the Year ended 31st March	
		2006		2007		2006		2007	
		Unaudited	Audited	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited
1	Sales/Income from Operations	6012.19	2366.25	1457.53	8378.44	5580.02	8378.44	5580.02	
	Less : Excise Duty	630.88	260.99	166.84	891.87	621.28	891.87	621.28	
		5381.31	2105.26	1290.69	7486.57	4958.74	7486.57	4958.74	
2	Other Income	72.60	36.32	10.32	108.92	51.99	108.77	51.99	
3	Total Income (1+2)	5453.91	2141.58	1301.01	7595.49	5010.73	7595.34	5010.73	
4	Total Expenditure								
	a) (Increase)/Decrease in Stock in Trade	(56.50)	26.30	(1.82)	(30.20)	(73.53)	(30.20)	(73.53)	
	b) Materials Consumed	2623.14	1078.90	659.69	3702.04	2910.12	3702.04	2910.12	
	c) Power & Fuel Cost (Net)	984.85	168.67	227.25	1153.52	849.86	1153.52	849.86	
	d) Personnel Cost	119.50	45.84	34.53	165.34	131.55	165.70	131.71	
	e) Other Expenditure	706.28	280.44	229.17	986.72	861.32	986.93	862.37	
	Total Expenditure (4a to 4e)	4377.27	1600.15	1148.82	5977.42	4679.32	5977.99	4680.53	
5	Profit before Interest & Finance Charges and Depreciation (3-4)	1076.64	541.43	152.19	1618.07	331.41	1617.35	330.20	
6	Interest & Finance Charges	742.00	248.87	234.50	990.87	956.83	990.87	956.83	
7	Depreciation	465.31	158.52	143.13	623.83	571.43	623.83	571.43	
8	Profit/(Loss) before Tax (5-6-7)	(130.67)	134.04	(225.44)	3.37	(1196.85)	2.65	(1198.06)	
9	Provision for Taxation (Net)								
	- Current	-	(0.03)	(0.01)	(0.03)	(0.03)	(0.03)	(0.03)	
	- Deferred Tax (Charge)/Credit	41.14	(51.01)	73.25	(9.87)	388.67	(9.87)	388.67	
	- Fringe Benefit Tax	(2.12)	(0.88)	(0.94)	(3.00)	(4.46)	(3.01)	(4.48)	
10	Net Profit/(Loss) (8-9)	(91.65)	82.12	(153.14)	(9.53)	(812.67)	(10.26)	(813.90)	
11	Paid-Up Equity Share Capital (Equity Share of Rs.10/- each)	1218.40	1218.42	1218.38	1218.40	1218.38	1218.40	1218.38	
12	Reserves excluding Revaluation Reserve			-	519.08	531.13	519.80	531.79	
13	Earning Per Share								
	Basic and Diluted (Rs) (Not Annualised)	(1.22)	0.41	(1.38)	(0.81)	(7.93)	(0.82)	(7.94)	
14	Aggregate of Public shareholding								
	- Number of shares	604120150	604120150	604120150	604120150	592520150	604120150	592520150	
	- Percentage of shareholding	49.42	49.42	49.42	49.42	48.47	49.42	48.47	

Notes:

- Interest & Finance Charges include foreign exchange variation on term loans, which were hitherto being included in other expenditure upto the year ended 31st March 2006. The comparative figures of foreign exchange variations on term loans for the quarter and year ended 31st March 2006, to make them comparable, have also been regrouped accordingly.
- Power & Fuel cost for the quarter and year ended 31st March 2007 are net of Rs 201.57 crores being Regulatory Liability Charges (RLC) refundable to the Company by Maharashtra State Electricity Distribution Company Limited in terms of Order dated 18th May, 2007 issued by Maharashtra Electricity Regulatory Commission (MERC). The above RLC pertaining to the period December 2003 to September 2006 were charged off as expense by the Company in the respective periods and have now been recognised as Income in terms of the above Order of MERC.
- The Auditors in their report on the Company's Accounts for the year ended 31st March 2007 have expressed their inability to express any opinion on the accounting of Deferred Tax Asset of Rs.623.61 crores (Rs.628.30 crores as on 31st March 2006). However, based on the future profitability projections, the Company is virtually certain that there would be sufficient taxable income in the future, to claim the above tax credit.
- The company has identified Iron & Steel products as its sole operating segment and hence, no further disclosure is required under Accounting Standard 17.
- Previous period figures have been re-grouped / re-arranged wherever necessary.
- Basic and Diluted EPS as stated in Serial No. 13 above, have been computed after considering the impact of proportionate arrear dividends on cumulative redeemable preference shares on the profit / loss for the respective periods in terms of Accounting Standard 20.
- At the beginning of the March 2007 quarter, there were no complaints from investors pending for disposal. During the quarter, 182 complaints were received and these were appropriately disposed off. There were no complaints from investors pending for disposal at the beginning and end of March 2007 quarter.
- The above financial results for the quarter / year ended 31st March 2007 were reviewed by the Audit Committee and taken on record by the Board of Directors at their respective meetings held on 6th June 2007.

Place: Mumbai
Dated: 6th June 2007

For and on behalf of the Board

Anil Sureka
Executive Director (Finance)